



0000116494

ORIGINAL

25 HV

BEFORE THE ARIZONA CORPORATION COMMISSION

RECEIVED

WILLIAM A. MUNDELL  
CHAIRMAN

Arizona Corporation Commission

JIM IRVIN  
COMMISSIONER

DOCKETED

2001 JUL -6 A 10: 37

MARK SPITZER  
COMMISSIONER

JUL 06 2001

AZ CORP COMMISSION  
DOCUMENT CONTROL

IN THE MATTER OF:

DOCKETED BY

DOCKET NO. S-03403A-01-0000

STEPHEN MICHAEL JOHNSON  
(CRD #721408)  
d/b/a FERNDAL FINANCIAL GROUP  
839 S. Westwood #245  
Mesa, Arizona 85210

Respondent.

**PROCEDURAL ORDER****BY THE COMMISSION:**

On March 29, 2001, the Securities Division ("Division") of the Arizona Corporation Commission ("Commission") filed a Notice of Opportunity for Hearing Regarding Proposed Order to Cease and Desist, for Restitution, for Administrative Penalties, and for Other Affirmative Action ("Notice") against Stephen Michael Johnson (CRD #721408) d/b/a Ferndale Financial Group, ("Respondent") in which the Division alleged that Respondent has engaged in acts, practices, and transactions that constitute violations of the Arizona Securities Act ("Act").

On April 13, 2001, Respondent filed a request for hearing.

On April 24, 2001, the Commission, by Procedural Order, scheduled a pre-hearing conference for May 8, 2001 in this matter.

On May 8, 2001, the pre-hearing was held as scheduled. Respondent appeared without the assistance of counsel. The Division appeared with counsel. Following discussions between the parties, it was agreed that a hearing should be scheduled on the issues raised in the Notice on July 23, 2001. In the interim, the parties agreed to attempt to resolve the issues raised in the Notice.

On July 3, 2001, the Division filed a Motion to Continue the hearing for an indefinite period of time. The motion indicates that the Respondent signed a proposed consent order on June 29, 2001. The Division expects to present this order for consideration by the Commissioners at the open meeting scheduled for July 24, 2001. Respondent has no objection to the motion.

1 Accordingly, the hearing in this matter should be continued.

2 IT IS THEREFORE ORDERED that the hearing scheduled for July 23, 2001, at 9:00 a.m., is  
3 hereby vacated and continued indefinitely. However, if for some reason this case is not resolved and  
4 a hearing is required, it is the responsibility of the Division to file a motion to set this matter for a  
5 hearing. The Commission finds that this delay is indispensable to the interests of justice, and that no  
6 party will be prejudiced by this delay.

7 DATED this 6 day of July, 2001.

8  
9  
10  
11   
12 PHILIP J. DION III  
ADMINISTRATIVE LAW JUDGE

13 Copies of the foregoing mailed/delivered  
14 this 6 day of July, 2001 to:

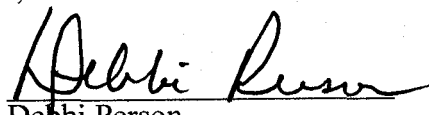
15 Stephen Michael Johnson  
16 d/b/a FERNDAL FINANCIAL GROUP  
17 839 S. Westwood #245  
Mesa, Arizona 85210

18 Robert A. Zumoff  
19 Assistant Attorney General  
20 ARIZONA ATTORNEY GENERAL'S OFFICE  
1275 West Washington Street  
Phoenix, Arizona 85007

21 W. Mark Sendrow, Director  
22 Securities Division  
23 ARIZONA CORPORATION COMMISSION  
1300 West Washington Street  
Phoenix, Arizona 85007

24 ARIZONA REPORTING SERVICE, INC.  
25 2627 N. Third Street, Suite Three  
Phoenix, Arizona 85004-1104

26 By:

27   
Debbi Person  
Secretary to Philip J. Dion, III